

## **AGENDA REPORT**

OVERSIGHT BOARD FOR THE CITY OF MAYWOOD  
AS SUCCESSOR AGENCY OF THE MAYWOOD  
COMMUNITY REDEVELOPMENT AGENCY

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**DATE:** JANUARY 9, 2013

**TO:** HONORABLE CHAIR AND MEMBERS OF THE OVERSIGHT BOARD

**FROM:** ANDRE DUPRET, PROJECT MANAGER

**SUBJECT:** REPORT BY THE SUCCESSOR AGENCY ON THE DEPARTMENT OF FINANCE RESPONSE TO THE OVERSIGHT BOARD'S INQUIRY OF WHAT THE CAP SHOULD BE AND WHAT DOF SUGGESTS/RECOMMENDS WITH RESPECT TO WHAT OTHER SUCCESSOR AGENCIES ARE DOING PERTAINING TO RENEGOTIATING BONDS, INCLUDING THE TERM OF THE LOAN, PROPOSED END DATE AND REASONABLE INTEREST RATE THAT WOULD BE ACCEPTABLE, AS REQUESTED BY THE OVERSIGHT BOARD.

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### **RECOMMENDATION**

No action is necessary at this time.

### **FISCAL IMPACT**

No fiscal impact is anticipated at this point.

### **BACKGROUND**

At the August 15, 2012 meeting, Oversight Board requested that the Successor Agency inquire with the Department of Finance of what the CAP should be and what DOF suggests/recommends with respect what other Successor Agencies are doing pertaining to renegotiating Bonds, including the term of the loan, proposed end date and reasonable interest rate that would be acceptable, as requested by the Oversight Board on August 15, 2012.

### **DISCUSSION**

In following up with the December 12, 2012 meeting, the Successor Agency's counsel contacted the California Department of Finance Analyst assigned to the Maywood

Successor Agency on December 20, 2012 and again on January 7, 2013. However, there has been no response.

Once additional information is received from the Department of Finance, it will be provided to the Oversight Board. Since the Finding of Completion must be issued by the Department of Finance before any action can be taken on the bonds, the Successor Agency staff will continue to compile such information during that time.

According to AB 1484, the Finding of Completion will be issued by the Department of Finance no later than 5 business days after it receives notice from the County Auditor-Controller that all unencumbered balances owed to taxing entities (as determined by the DOF-approved DDR) have been paid, pursuant to HSC Section 34179.7. It is anticipated that the Finding of Completion will be finalized in March 2013.

## **CONCLUSION**

The Successor Agency has not received a response from the California Department of Finance regarding the Maywood Oversight Board's question seeking guidance on what the CAP should be and what DOF suggests/recommends with respect what other Successor Agencies are doing pertaining to renegotiating Bonds.